DAVID Y. IGE GOVERNOR

June 26, 2015

The Honorable Ronald D. Kouchi,
President
and Members of the Senate
Twenty-Eighth State Legislature
State Capitol, Room 409
Honolulu, Hawai'i 96813

The Honorable Joseph M. Souki, Speaker and Members of the House of Representatives Twenty-Eighth State Legislature State Capitol, Room 431 Honolulu, Hawai'i 96813

Dear President Kouchi, Speaker Souki, and Members of the Legislature:

This is to inform you that on June 26, 2015, the following bill was signed into law:

SB892 SD2 HD3 CD1

RELATING TO OMNIBUS HAWAII RESILIENCE AND SUSTAINABILITY STRATEGY ACT 143 (15)

Sincerely,

Governor, State of Hawai'i

RECEIVED SENATE OFFICE OF THE PRESIDENT RECEIVED THE SENATE CLERK'S OFFICE STATE OF HAWAII

15 JUN 30 P3:16

15 JUN 30 A10:26

on _____JUN 2 6 2015 THE SENATE TWENTY-EIGHTH LEGISLATURE, 2015 STATE OF HAWAII ACT 143
S.B. NO. S.D. 2
H.D. 3
C.D. 1

A BILL FOR AN ACT

RELATING TO OMNIBUS HAWAI'I RESILIENCE AND SUSTAINABILITY STRATEGY.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

| 1 | PART I |
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| 2 | SECTION 1. The legislature finds that Hawai'i needs a new |
| 3 | way of thinking about how the State addresses critical |
| 4 | infrastructure needs through the development of public-private |
| 5 | partnerships that are specifically focused on research and |
| 6 | development. The legislature's role is to create the |
| 7 | environment for attracting partners with resources, technical |
| 8 | expertise, and the willingness to develop a pacific hub |
| 9 | technology park that integrates state-of-the-art communications |
| 10 | platforms, big data analytics, and unmanned aerial vehicles. |
| 11 | In 2008, the State unveiled the Hawai'i 2050 Sustainability |
| 12 | Plan, which was prepared by the Hawai'i 2050 sustainability task |
| 13 | force composed of state and county government officials, |
| 14 | University of Hawai'i representatives, and private industry |
| 15 | representatives. The task force asked the following guiding |
| 16 | questions: "What do the people of Hawai'i want for the future of |
| 17 | our islands in the 21st century? What is the community's will |
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- 1 for the future of our economy, society, and environment? What
- 2 steps can we take now to achieve that preferred future for our
- 3 children and their children?" Similarly, the intent of this Act
- 4 is to focus on an updated strategy to achieve a sustainable and
- 5 resilient Hawai'i in the long term.
- 6 The purpose of this Act is to make appropriations for a
- 7 Hawai'i resilience and sustainability strategy in the areas of
- 8 broadband, first responders technology campus and cyber security
- 9 command center, energy efficiency and smart grid, and water and
- 10 sewer infrastructure.

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11 PART II

broadband internet access include:

- 12 SECTION 2. The legislature finds that the benefits of
- 14 (1) Access to all types of information within a few
- 15 keystrokes, whether this information is to learn a new
- skill, learn a new language, or complete an online
- 17 course. Broadband facilitates the rapid access of
- information in many different forms;
- 19 (2) Economic development to accelerate business
- 20 development and provide new opportunities for
- 21 innovation, expansion, and e-commerce. Communities

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| 1 | that | connect | their | residents | create | wealth | and | attract |
|---|-------|----------|---------|-----------|--------|--------|-----|---------|
| | | | | | | • | | |
| 2 | busin | ess inve | estment | cs; | | | | |

- emergency and allow emergency workers to communicate across disparate networks, between jurisdictions, and across different agencies, which are critical capabilities at the scene of an emergency. Police, fire, and emergency medical personnel can react to crises quickly, fostering cooperation among numerous public safety agencies;
- (4) Facilitation of healthcare delivery and creation of opportunities such as telemedicine for doctors and healthcare specialists to work together as a virtual team, with specialists located in any part of the world. A family practitioner in a small rural town can send medical images of a patient to a specialist in any part of the world for an instant expert consultation. Test results from a hospital emergency room or laboratory can be sent to a radiologist or doctor in seconds, making rapid diagnosis a reality.

 Doctors are also now sending prescriptions directly

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| 1 | | from their offices to pharmacies, greatly reducing |
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| 2 | • | errors, with automatic checking for interactions; |
| 3 | (5) | Enhancement of, and greater equity of access to, |
| 4 | | educational resources. Children in inner city |
| 5 | | neighborhoods, affluent homes, and farm communities |
| 6 | | can all access the same resources. Scarce textbook |
| 7 | | materials can be replaced with online resources, and |
| 8 | | children can access all of these materials from school |
| 9 | | and home; |
| 10 | (6) | Improved communications, which can improve people's |
| 11 | | professional and personal lives and increase |
| 12 | | participation by people with disabilities. Broadband |
| 13 | | empowers people with disabilities and removes barriers |
| 14 | | that keep them from participating in everyday |
| 15 | | activities; |
| 16 | (7) | Enhanced telecommuting because broadband enables |
| 17 | | people to work from home, saving time, reducing |
| 18 | | expenses, and easing traffic congestion. Employers |
| 19 | | have been encouraging this concept to save overhead |
| 20 | | expenses and improve employee satisfaction; and |

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| 1 | (8) Enabling of smart grid technology, which enables | | | | | | |
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| 2 | homeowners to monitor energy usage in real time and | | | | | | |
| 3 | adjust usage patterns to save energy costs and aid in | | | | | | |
| 4 | conservation efforts. | | | | | | |
| 5 | SECTION 3. There is appropriated out of the general | | | | | | |
| 6 | revenues of the State of Hawaii the sum of \$500,000 or so much | | | | | | |
| 7 | thereof as may be necessary for fiscal year 2015-2016 for the | | | | | | |
| 8 | Hawai'i broadband initiative, which explores how a public-private | | | | | | |
| 9 | partnership can deliver overall projects through research and | | | | | | |
| 10 | development. | | | | | | |
| 11 | The sum appropriated shall be expended by the department of | | | | | | |
| 12 | business, economic development, and tourism for the purposes of | | | | | | |
| 13 | this Act. | | | | | | |
| 14 | PART III | | | | | | |
| 15 | SECTION 4. The legislature finds that it is necessary to | | | | | | |
| 16 | improve the reliability and security of the O'ahu power grid, | | | | | | |
| 17 | which involves a collaborative effort of Hawaiian Electric | | | | | | |
| 18 | Company; the Pacific-Asia institute for resilience and | | | | | | |
| 19 | sustainability; Mehta Tech, Inc.; United States Pacific Command; | | | | | | |
| 20 | and the Hawai'i department of defense; among others. The | | | | | | |
| 21 | collaboration is intended to result in the deployment of state- | | | | | | |

- 1 of-the-art technology at the substation level to study the
- 2 potential enhancement of security, reliability, and
- 3 dependability of the electric grid on O'ahu and ultimately on all
- 4 islands.
- 5 SECTION 5. There is appropriated out of the general
- 6 revenues of the State of Hawaii the sum of \$250,000 or so much
- 7 thereof as may be necessary for fiscal year 2015-2016 for the
- 8 State of Hawai'i's resilience and sustainability initiative
- 9 management team to continue its collaborative research efforts
- 10 in exploring methods to improve energy efficiency and grid
- 11 operations in all of Hawai'i.
- 12 The sum appropriated shall be expended by the department of
- 13 business, economic development, and tourism for the purposes of
- 14 this Act.
- 15 PART IV
- 16 SECTION 6. The legislature finds that the United States
- 17 Environmental Protection Agency has identified Hawai'i as the
- 18 focus for improving how funding is used to support water systems
- 19 and infrastructure. There is approximately \$100,000,000 in
- 20 unused funds from the United States Environmental Protection
- 21 Agency's drinking water state revolving fund. The fund is used

- 1 to make grants and low interest loans for county water
- 2 improvement projects that have had difficulty obtaining
- 3 necessary permits from the state department of health.
- 4 SECTION 7. There is appropriated out of the general
- 5 revenues of the State of Hawaii the sum of \$250,000 or so much
- 6 thereof as may be necessary for fiscal year 2015-2016 for plans
- 7 by the State of Hawai'i's resilience and sustainability
- 8 initiative management team to expedite county water improvement
- 9 projects and target the water and sewer distribution systems on
- 10 each island.
- 11 The sum appropriated shall be expended by the department of
- 12 business, economic development, and tourism for the purposes of
- 13 this Act.
- 14 PART V
- 15 SECTION 8. The director of finance is authorized to issue
- 16 reimbursable general obligation bonds in the sum of \$25,000,000
- 17 or so much thereof as may be necessary and the same sum or so
- 18 much thereof as may be necessary is appropriated for fiscal year
- 19 2015-2016 for the purpose of the Hawaii resilience and
- 20 sustainability strategy.

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| 1 | SECTION 9. | The | sum | appropriated | shall | be | expended | by | the |
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|---|------------|-----|-----|--------------|-------|----|----------|----|-----|

- 2 department of business, economic development, and tourism for
- 3 the purposes of this Act.
- 4 SECTION 10. The appropriation made by this part shall not
- 5 lapse at the end of the fiscal biennium for which the
- 6 appropriation is made; provided that all moneys from the
- 7 appropriation unencumbered as of June 30, 2018, shall lapse as
- 8 of that date.
- 9 PART VI
- 10 SECTION 11. This Act shall take effect on July 1, 2015.

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APPROVED this 2 6 day of JUN , 2015

GOVERNOR OF THE STATE OF HAWAII